



## Early Journal Content on JSTOR, Free to Anyone in the World

This article is one of nearly 500,000 scholarly works digitized and made freely available to everyone in the world by JSTOR.

Known as the Early Journal Content, this set of works include research articles, news, letters, and other writings published in more than 200 of the oldest leading academic journals. The works date from the mid-seventeenth to the early twentieth centuries.

We encourage people to read and share the Early Journal Content openly and to tell others that this resource exists. People may post this content online or redistribute in any way for non-commercial purposes.

Read more about Early Journal Content at <http://about.jstor.org/participate-jstor/individuals/early-journal-content>.

JSTOR is a digital library of academic journals, books, and primary source objects. JSTOR helps people discover, use, and build upon a wide range of content through a powerful research and teaching platform, and preserves this content for future generations. JSTOR is part of ITHAKA, a not-for-profit organization that also includes Ithaka S+R and Portico. For more information about JSTOR, please contact [support@jstor.org](mailto:support@jstor.org).

# PRICES

## The Annals

VOLUME LXXXIX

MAY, 1920

EDITOR: CLYDE L. KING

ASSISTANT EDITOR: C. H. CRENNAN

ASSOCIATE EDITOR: J. H. WILLITS

EDITORIAL COUNCIL: THOMAS CONWAY, JR., A. A. GIESIECKE, A. R. HATTON, AMOS S. HERSHEY, E. M. HOPKINS, S. S. HUEBNER, CARL KELSEY, J. P. LICHTENBERGER, ROSWELL C. MCCREA, E. M. PATTERSON, L. S. ROWE, HENRY SUZZALO, T. W. VAN METRE, F. D. WATSON

*Editor in Charge of  
this Volume*

CLYDE L. KING, Ph.D.,  
*University of Pennsylvania.*



THE AMERICAN ACADEMY OF POLITICAL AND SOCIAL SCIENCE,  
36TH STREET AND WOODLAND AVENUE,  
PHILADELPHIA,  
1920

Copyright, 1920, by  
THE AMERICAN ACADEMY OF POLITICAL AND SOCIAL SCIENCE  
All rights reserved

#### EUROPEAN AGENTS

ENGLAND: P. S. King & Son, Ltd., 2 Great Smith St., Westminster, London, S. W.

FRANCE: L. Larose, Rue Soufflot, 22 Paris.

GERMANY: Mayer & Müller, 2 Prinz Louis Ferdinandstrasse, Berlin, N. W.

ITALY: Giornale Delgi Economisti, via Monte Savello, Palazzo Orsini, Rome.

SPAIN: E. Dossat, 9 Plaza de Santa Ana, Madrid.

# CONTENTS

## PRICES

PAGE

### PART I—PRESENT DAY PRICES

GAINS AND LOSSES CAUSED BY RISING PRICES.....	1
Fabian Franklin, Editor, <i>The Review</i>	
PROSPECTIVE CHANGES IN THE PRICE LEVEL.....	8
E. M. Patterson, Ph.D., University of Pennsylvania	
MOVEMENT OF WHOLESALE PRICES IN VARIOUS COUNTRIES DURING AND SINCE THE WAR.....	13
Leifur Magnusson, Bureau of Labor Statistics, United States Department of Labor	
THE PRICES OF TODAY.....	15
J. S. Crutchfield, President, American Fruit Growers, Pittsburg, Pa.	
PRESENT DAY PRICES.....	18
Howard E. Figg, Assistant Attorney-General, United States Department of Justice	
AMERICAN CONTROL OVER PRICES.....	22
Paul Willard Garrett, American International Corporation, New York City	

### PART II—PRICE FACTORS IN TYPICAL COMMODITIES

#### A. FOOD, CLOTHING AND SHELTER

THE TREND IN WHOLESALE PRICES FOR THE PRODUCTS OF AMERICAN FARMS DURING THE WAR PERIOD.....	44
Clyde L. King, Ph.D., University of Pennsylvania	
THE AFTER-WAR FALL IN MEAT PRICES.....	51
L. D. H. Weld, Swift and Co., Chicago, Ill.	
PRICE FLUCTUATIONS IN THE WOOLEN INDUSTRY.....	55
Katharine Snodgrass, Federal Reserve Board, New York City	
PRICE FACTORS IN MEN'S READY-TO-WEAR CLOTHING.....	61
Siegmond Sonneborn, President, Henry Sonneborn & Co., Inc., Clothing Manufacturers, Baltimore, Md.	
THE HOUSING SHORTAGE AND THE SUPPLY OF BUILDING MATERIALS....	67
Homer Hoyt, Delaware College, Newark, Del.	
HOUSING AND BUILDING CONDITIONS.....	74
Ernest T. Trigg, Vice-President, John Lucas and Co., Inc., Philadelphia, Pa.; formerly President, Chamber of Commerce, Philadelphia, Pa.	
LUMBER PRICES.....	78
R. C. Bryant, Yale University	

#### B. MINERALS AS ESSENTIAL RAW MATERIALS

MINERALS AS ESSENTIAL RAW MATERIALS.....	99
George Otis Smith, Director, United States Geological Survey	
COPPER.....	103
B. S. Butler, United States Geological Survey	
THE PETROLEUM RESOURCES OF THE WORLD.....	111
David White, United States Geological Survey	

### PART III—WAGES, PROFITS AND EXCESS PROFIT TAXES

HAVE WAGES KEPT PACE WITH THE COST OF LIVING?.....	135
Erville B. Woods, Dartmouth College	

THE COURSE OF PROFITS DURING THE WAR.....	148
Bruce D. Mudgett, University of Minnesota	
HAVE PROFITS KEPT PACE WITH THE COST OF LIVING?.....	157
Basil M. Manly, Director, The Scripps Economic Bureau, Washington, D. C.; formerly Joint Chairman, National War Labor Board	
PRICES AND EXCESS PROFITS TAXES.....	163
David Friday, University of Michigan	
<i>PART IV—PRODUCTION</i>	
THE PROBLEM OF INCENTIVES AND OUTPUT.....	170
Ordway Tead, Bureau of Industrial Research, New York City	
“‘MORE PRODUCTION?’—SAY, WHERE D’YA GET THAT STUFF?”.....	180
Whiting Williams	
<i>PART V—COÖPERATION</i>	
COÖPERATION AND PRICES.....	187
Eugene H. Porter, Commissioner of Foods and Markets, Albany, N. Y.	
PLANS FOR EXTENDING COÖPERATIVE BUYING AND SELLING IN THE UNITED STATES.....	193
O. S. Beyer, Jr., Mechanical Engineer, New York and Washington, D. C.	
<i>PART VI—INTERNATIONAL FINANCE AND TRADE IN THEIR RELATION TO PRICES</i>	
FOREIGN EXCHANGE, PRICES AND THE COURSE OF INTERNATIONAL TRADE.....	197
John H. Williams, Ph.D., Princeton University, Princeton, N. J.	
PRESENT DAY INDUSTRIAL CONDITIONS IN GERMANY.....	211
R. W. Balderston, Secretary, Inter-State Milk Producers’ Association, Philadelphia, Pa. At present in Germany as Member of the American Friends Service Committee	
THE WORLD BREAKDOWN.....	219
Sir George Paish, London, England	
THE DANGERS OF INTERNATIONAL GOVERNMENTAL LOANS.....	227
Oscar T. Crosby, Formerly Secretary of the United States Treasury	
<i>PART VII—INFLATION AND PRICES</i>	
THE SEQUENCE IN WAR PROSPERITY AND INFLATION.....	234
Alvin H. Hansen, Ph.D., University of Minnesota	
THE CAUSE AND PROCESS OF INFLATION.....	247
George E. Roberts, Vice-President, National City Bank, New York City	
INFLATION.....	253
Jacob H. Hollander, Ph.D., Johns Hopkins University	
<i>PART VIII—THE WORLD’S MONETARY PROBLEMS</i>	
SOME LEADING PROPOSITIONS FOR AN INTERNATIONAL DISCUSSION OF THE WORLD’S MONETARY PROBLEM.....	258
Gustav Cassel, University of Stockholm, Sweden	
DISCUSSION:	
B. M. Anderson, Jr., National Bank of Commerce, New York City	
Lord D’Abernon, Surrey, England	
Irving Fisher, Yale University	
Wm. A. Scott, University of Wisconsin	
Walter Lichtenstein, Foreign Trade Department, First National Bank, Chicago, Ill.	
A. Barton Hepburn, Chairman, Advisory Board, Chase National Bank, New York City	
Edwin Cannan, M.A., LL.D., Dean, Faculty of Economics, University of London	